(1) The sales tax collected by a seller from the purchaser may be deducted from the seller's gross receipts if those amounts are separately stated to the purchaser and added to the purchase price.

(2) Example 1: Mr. Wool is in the business of selling boxes of hard candy. Boxes are sold for various prices to which the sales taxes are added. Mr. Wool collects the price and tax from each customer. At the end of January, Mr. Wool has recorded total receipts of ten thousand three hundred dollars ($10,300) (composed of the ten thousand dollar ($10,000) sales price and the three hundred dollar ($300) state sales tax). In preparing his sales tax return for the month of January, Mr. Wool should report his taxable gross receipts of ten thousand dollars ($10,000) and compute the tax.

(3) Example 2: Mr. Chrunch is in the business of selling boxes of peanuts. Boxes are sold for various prices to which no state sales tax is added and separately stated. Mr. Chrunch collects the amounts from each customer and records the total amount as a sale on his books. At the end of January, Mr. Chrunch has recorded total sales of twenty thousand dollars ($20,000). In preparing his sales tax return for the month of January, Mr. Chrunch should report gross receipts of twenty thousand dollars ($20,000) and compute the tax. Mr. Chrunch may not reduce his gross receipts (by claiming a deduction or otherwise) for state sales tax deemed to be included since the tax has not been added to and separately stated from the sales price of the peanuts.

(4) Example 3: Mr. Glass operates a tavern. Bottles of beer are sold for seventy five cents (75¢) each and mixed drinks are one dollar and twenty-five cents ($1.25) each and

no mention of sales tax is made to customers. Mr. Glass records the total amount received thirty thousand dollars ($30,000) as a sale on his books. At the end of January, Mr. Glass should report gross receipts of thirty thousand dollars ($30,000) and compute the tax. Mr. Glass may not reduce his gross receipts (by claiming a deduction or otherwise) for state sales tax deemed to be included since the tax has not been added to and separately stated from the sales price of the drinks.